Form CT-W4P

WITHHOLDING CERTIFICATE FOR PENSION OR ANNUITY PAYMENTS



Purpose

(Rev. 12/00)

This form allows Connecticut residents who receive pensions or annuities to instruct the payer of the pension or annuity to withhold Connecticut income tax.

You are not required to have Connecticut tax withheld from your pension or annuity payments. However, you must make estimated Connecticut income tax payments if you expect to owe, after subtracting your Connecticut income tax withheld from any other Connecticut source income, more than \$500 for 2001 after tax credits, if any, are taken into account and you expect your withholding from any other Connecticut source income, to be less than your required annual payment. Your required annual payment is the lesser of:

- 90% of the income tax shown on your 2001 Connecticut income tax return: or
- 100% of the income tax shown on your 2000 Connecticut income tax return, if you filed a 2000 Connecticut income tax return that covered a 12-month period.

You do not have to make estimated income tax payments if:

- You were a Connecticut resident during the 2000 taxable year and you did not file a 2000 income tax return because you had no Connecticut income tax liability, or
- You were a nonresident or part-year resident with Connecticut source income during the 2000 taxable year and you did not file a 2000 income tax return because you had no Connecticut income tax liability.

If you were a nonresident or part-year resident and you did not have Connecticut source income during the 2000 taxable year, then you must use 90% of the income tax shown on your 2001 Connecticut income tax return as your required annual payment.

Some Important Changes

- Tax Rate for Single Filers: For taxable years beginning on or after January 1, 2000, the income tax exemptions and credits used in calculating the tax for Single filers are increased over an eight-year period.
- Shareholders of S Corporations: The Connecticut corporation business tax on S corporations is repealed for taxable years beginning on or after January 1, 2001. This affects the modification that shareholders are required to make in computing

Connecticut adjusted gross income. Taxpayers who previously claimed a modification for nonseparately computed income or loss on Schedule 1, of Form CT-1040 or Form CT-1040NR/PY, will no longer make this modification. Taxpayers are required to include 100% of their nonseparately computed income or loss to the extent that it is included on their federal income tax return, in calculating the federal adjusted gross income that they expect to report on their 2001 Connecticut income tax return.

NOTE: Special rules apply to shareholders of S Corporations whose taxable year for federal income tax purposes is other than the calendar year. See the instructions for Line 2 on Page 2.

General Instructions

If you wish to have Connecticut income tax withheld from your pension or annuity payments, you may either:

- Complete the worksheet on the back of this form to estimate how much income tax to have withheld, round to the nearest whole dollar but not less than \$10, and enter this amount on Line 1 of the Withholding Certificate. (This option is for people who want to include all income in determining their withholding amount.); or
- If you know how much you want your payer to withhold from each payment, you may fill in a whole dollar amount, but not less than \$10, on Line 1 of the Withholding Certificate.

Please send a completed Form CT-W4P to the payer of your pension or annuity if you wish to have Connecticut income tax withheld.

Do not send this form to the Department of Revenue Services. If you do not want tax withheld from your pension or annuity payments, do not return this form.

For Further Information

Please call the Department of Revenue Services during business hours, 8:00 a.m. to 5:00 p.m., Monday through Friday:

- 1-800-382-9463 (toll-free within Connecticut), or
- 860-297-5962 (from anywhere).

TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.

2001 FORM CT-V	V4P	WITHHOLDING CERTIFICATE FO PENSION OR ANNUITY PAYMENT		State of Connecticut Department of Revenue Service			
First Name	Middle Initial	Last Name		Social Security Number			
Home Address		РО Вох	PO Box				
City, Town, or Post Office		е					
1. Amount of Conne	1	00					

1. Amount of Connecticut income tax you want withheld from EACH payment. Signature

Sign Here

2001 FORM CT-W4P ESTIMATED INCOME TAX WORKSHEET

(Use this worksheet if you wish to include all 2001 estimated income in determining withholding amount.)

	•			
1.	Federal adjusted gross income you expect in the 2001 taxable year	1		
2.	Allowable Connecticut modifications (additions or subtractions, see instructions below)	2	i.	
3.	Connecticut adjusted gross income (Combine Line 1 and Line 2)	3	·	
4.	Connecticut income tax (Complete the Tax Calculation Schedule, below)	4	·	
5.	Apportionment factor (Connecticut residents enter 1.0000. Nonresidents and part-year residents, see instructions, Page 3)	5	i•	
6.	Multiply Line 5 by Line 4	6	·	
7.	Credit for income taxes paid to qualifying jurisdictions (See instructions, Page 3)	7	•	
8.	Subtract Line 7 from Line 6	8	·	
9.	Estimated Connecticut Alternative Minimum Tax (See instructions, Page 3)	9	·	
10.	Add Line 8 and Line 9	10	·	
11.	Adjusted Net Connecticut Minimum Tax Credit (See instructions, Page 3)	11	·	
12.	Total estimated income tax (Subtract Line 11 from Line 10)	12		
13.	Connecticut income tax withheld or expected to be withheld during the 2001 taxable year (on income other than this pension or annuity)	13	l	
14.	Subtract Line 13 from Line 12. (IMPORTANT: If this amount is \$500 or less, you are not required to prepay this amount)	14	·	
15.	Amount to be withheld from each payment (Divide Line 14 by the number of payments you will receive in 2001). Round to the nearest whole dollar but not less than \$10	15	·	
	TAX CALCULATION SCHEDULE			
1.	Enter the amount from Line 3 of the 2001 Form CT-W4P Estimated Income Tax Worksheet.	1		
2.	Enter Personal Exemption (from Table A, Exemptions, Page 4)	2		
3.	Connecticut taxable income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3		
4.	Connecticut income tax (See Table B, Connecticut Income Tax, Page 4)	4		
5.	Enter Decimal Amount (from Table C, Personal Tax Credits, Page 4). If zero, enter "0."	5	•	
6.	Multiply the amount on Line 4 by the decimal amount on Line 5.	6		
7.	CONNECTICUT INCOME TAX (Subtract Line 6 from Line 4) Enter this amount on Line 4, 2001 Form CT-W4P Estimated Income Tax Worksheet, above.	7		

Instructions for Completing Worksheet

CAUTION: If you expect to owe more than \$500 in Connecticut income tax after subtracting Connecticut income tax withheld, you may be required to make estimated payments. Generally, if you do not prepay (through **timely** estimated tax payments or withholding, or both) the lesser of 100% of the income tax shown on your 2000 Connecticut income tax return or 90% of the income tax shown on your 2001 Connecticut income tax return, you may owe interest at the rate of 1% (.01) per month or fraction of a month.

- Line 1: Enter your estimated federal adjusted gross income. Adjusted gross income means wages, interest, dividends, alimony received and all income minus certain adjustments to income such as alimony paid and qualified contributions to an IRA.
- Line 2: Enter the total of your estimated allowable Connecticut modifications. *Subtractions* include any items included in federal adjusted gross income that are not taxable under Connecticut law. *Additions* include items that are taxable under Connecticut law but are not included in federal adjusted gross income. See instructions for *Schedule 1 Modifications to Federal Adjusted Gross Income*, of Form CT-1040 or Form CT-1040NR/PY for information about allowable modifications. (Line 2 instructions continued on Page 3.)

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SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET

IMPORTANT: If you meet any of the conditions listed below, do not complete this worksheet and enter the amount of federally taxable Social Security benefits reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Line 2 of the 2001 Form CT-W4P Estimated Connecticut Income Tax Worksheet.

- Your filing status is Single or Married Filing Separately and you expect your 2001 federal adjusted gross income will be less than \$50,000; or
- Your filing status is Married Filing Jointly or Head of Household and you expect your 2001 federal adjusted gross income will be less than \$60,000.

Otherwise, complete this worksheet and include the amount from Line F on the 2001 Form CT-W4P Estimated Income Tax Worksheet, Line 2.

Α.	Enter the amount you reported on IRS Publication 505, Estimated Tax for 2001, Worksheet 2.1, Line 1. If Line A is zero or less, stop here. Otherwise, go to Line B.	Α.	
B.	Enter the amount you reported on IRS Publication 505, Estimated Tax for 2001, Worksheet 2.1, Line 9. If Line B is zero or less, stop here. Otherwise, go to Line C.	B.	
C.	Enter the lesser of Line A or Line B.	C.	
D.	Multiply Line C by 25% (.25).	D.	
E.	Expected taxable amount of Social Security benefits you reported on IRS Publication 505, Estimated Tax for 2001, Worksheet 2.1, Line 18.	E.	
F.	Social Security Benefit Adjustment - Subtract Line D from Line E. Enter the amount here and as a subtraction on the 2001 Form CT-W4P Estimated Income Tax Worksheet, Line 2. (If Line D is greater than or equal to Line E, enter "0.")	F.	

Line 2: (continued)

Social Security Benefit Adjustment: If you will file a federal income tax return as Single or as Married Filing Separately and you expect your 2001 federal adjusted gross income will be less than \$50,000, enter as a subtraction the amount of federally taxable Social Security benefits reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b. If you will file a federal income tax return as Married Filing Jointly or as Head of Household and you expect your federal adjusted gross income will be less than \$60,000, enter as a subtraction the amount of federally taxable Social Security benefits reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b. If you expect your federal adjusted gross income will be above the threshold for your filing status, complete the Social Security Benefit Adjustment Worksheet, above, and include the amount from Line F as a subtraction on Line 2.

Shareholders of S Corporations with a taxable year that is other than the calendar year: Individuals who are shareholders of an S corporation that is subject to the Connecticut corporation business tax should multiply 30% of the pro rata share of the S Corporation's nonseparately computed income or loss by the S corporation's Connecticut corporation business tax apportionment percentage. If the amount is ordinary income, enter it as a subtraction. If the amount is an ordinary loss, enter it as an addition.

- Line 3: Nonresidents and Part-Year Residents Only: If your Connecticut source income is greater than your Connecticut adjusted gross income, enter your Connecticut source income on this line.
- Line 5: Apportionment Factor: Nonresidents and part-year residents, if your Connecticut source income is greater than or equal to your Connecticut adjusted gross income, enter 1.0000. If your Connecticut source income is less than your Connecticut adjusted gross income, complete the following calculation and enter the result on Line 5.

Connecticut Source Income
Connecticut Adjusted Gross Income (Line 3)

Do not enter a number that is less than zero or greater than 1. If the result is less than zero, enter "0;" if the result is greater than 1, enter 1.0000. Round to four decimal places.

- Line 7: Resident and Part-Year Residents Only: Enter estimated allowable credit for income taxes paid to qualifying jurisdictions. Enter "0," if not applicable. (See instructions for Schedule 2 Credit for Income Taxes Paid to Qualifying Jurisdictions, of Form CT-1040 or Form CT-1040NR/PY.)
- Line 9: If you expect to owe federal alternative minimum tax for the 2001 taxable year, you may also owe Connecticut alternative minimum tax. Enter your estimated Connecticut alternative minimum tax liability. (See instructions for Form CT-6251, Connecticut Alternative Minimum Tax Return Individuals.)
- Line 11: Enter estimated allowable adjusted net Connecticut minimum tax credit. Enter "0" if you are not entitled to a credit, or if you entered an amount on Line 9. (See instructions for Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts and Estates.)
- Line 15: Divide the amount on Line 14 by the number of pension or annuity payments you will receive in 2001. Round to nearest whole dollar but not less than \$10. Enter this amount on Line 1 of the certificate on the front of this form.

TABLE A - EXEMPTIONS FOR 2001 TAXABLE YEAR

Use the filing status that you expect to report on your 2001 tax return and your CONNECTICUT AGI* (from Tax Calculation Schedule, Line 1) to determine your exemption.

Single		Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household			
CONNEC	FICUT AGI*			FICUT AGI*		CONNECT	ICUT AGI*		CONNECT	ICUT AGI*	
More Than	Less Than Or Equal To	EXEMPTION	More Than	Less Than Or Equal To	EXEMPTION	More Than	Less Than Or Equal To	EXEMPTION	More Than	Less Than Or Equal To	EXEMPTION
\$ 0 \$25,000 \$26,000 \$27,000 \$28,000 \$30,000 \$31,000 \$32,000 \$34,000 \$35,000 \$35,000 \$37,000	\$25,000 \$26,000 \$27,000 \$28,000 \$30,000 \$31,000 \$32,000 \$34,000 \$35,000 \$36,000 \$37,000 and up	\$12,500 \$11,500 \$10,500 \$ 9,500 \$ 8,500 \$ 7,500 \$ 6,500 \$ 4,500 \$ 2,500 \$ 1,500 \$ 500 \$ 0	\$ 0 \$48,000 \$49,000 \$50,000 \$51,000 \$52,000 \$53,000 \$54,000 \$55,000 \$56,000 \$57,000 \$60,000 \$61,000 \$62,000 \$64,000 \$64,000 \$65,000 \$66,000 \$67,000 \$67,000 \$69,000 \$71,000	\$48,000 \$49,000 \$50,000 \$51,000 \$52,000 \$53,000 \$55,000 \$56,000 \$57,000 \$60,000 \$61,000 \$62,000 \$64,000 \$64,000 \$65,000 \$65,000 \$67,000 \$67,000 \$67,000 \$67,000 \$70,000 \$71,000 and up	\$24,000 \$23,000 \$22,000 \$21,000 \$19,000 \$18,000 \$17,000 \$16,000 \$15,000 \$11,000 \$11,000 \$11,000 \$10,00	\$ 0 \$24,000 \$25,000 \$26,000 \$27,000 \$28,000 \$30,000 \$31,000 \$32,000 \$34,000 \$35,000	\$24,000 \$25,000 \$26,000 \$27,000 \$28,000 \$30,000 \$31,000 \$32,000 \$34,000 \$35,000 and up	\$12,000 \$11,000 \$10,000 \$ 9,000 \$ 8,000 \$ 7,000 \$ 6,000 \$ 1,000 \$ 2,000 \$ 1,000 \$ 0	\$ 0 \$38,000 \$39,000 \$41,000 \$42,000 \$43,000 \$44,000 \$44,000 \$47,000 \$47,000 \$50,000 \$51,000 \$52,000 \$53,000 \$54,000 \$55,000 \$55,000 \$56,000	\$38,000 \$39,000 \$40,000 \$41,000 \$42,000 \$43,000 \$44,000 \$45,000 \$47,000 \$49,000 \$50,000 \$51,000 \$52,000 \$53,000 \$54,000 \$55,000 and up	\$19,000 \$18,000 \$17,000 \$15,000 \$15,000 \$14,000 \$13,000 \$12,000 \$11,000 \$9,000 \$8,000 \$7,000 \$6,000 \$4,000 \$3,000 \$1,000

TABLE B - CONNECTICUT INCOME TAX FOR 2001 TAXABLE YEAR

TABLE B-CONNECTICOT INCOME TAXT ON 2001 TAXABLE TEAR									
Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household							
If the amount on Line 3 of the Tax Calculation Schedule is:	If the amount on Line 3 of the <i>Tax Calculation Schedule</i> is:	If the amount on Line 3 of the <i>Tax Calculation Schedule</i> is:							
Less than or equal to \$10,000, multiply by .03.	Less than or equal to \$20,000, multiply by .03.	Less than or equal to \$16,000, multiply by .03.							
More than \$10,000, multiply the excess over \$10,000 by .045 and add \$300.00.	More than \$20,000, multiply the excess over \$20,000 by .045 and add \$600.00.	More than \$16,000, multiply the excess over \$16,000 by .045 and add \$480.00.							
For example, if the amount on Line 3 is \$13,000 enter \$435.00 on Line 4.	For example, if the amount on Line 3 is \$22,500 enter \$712.50 on Line 4.	For example, if the amount on Line 3 is \$20,000 enter \$660.00 on Line 4.							
\$13,000 - \$10,000 = \$3,000 \$3,000 x .045 = \$135.00 \$135.00 + \$300.00 = \$435.00	\$22,500 - \$20,000 = \$2,500 \$2,500 x .045 = \$112.50 \$112.50 + \$600.00 = \$712.50	\$20,000 - \$16,000 = \$4,000 \$4,000 x .045 = \$180.00 \$180.00 + \$480.00 = \$660.00							

TABLE C - PERSONAL TAX CREDITS FOR 2001 TAXABLE YEAR

Use the filing status that you expect to report on your 2001 tax return and your CONNECTICUT AGI* (from Tax Calculation Schedule, Line 1) to determine your decimal amount.

	Single		Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECT	ICUT AGI*	DECIMAL	CONNEC	TICUT AGI* DECIM		CONNECT	ICUT AGI*	DECIMAL	CONNECTICUT AGI*		DECIMAL
More Than	Less Than Or Equal To	AMOUNT	More Than	Less Than Or Equal To	AMOUNT	More Than	Less Than Or Equal To	AMOUNT	More Than	Less Than Or Equal To	AMOUNT
\$12,500	\$15,600	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,600	\$16,100	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,100	\$16,600	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,600	\$17,100	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,100	\$17,600	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,600	\$18,100	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,100	\$18,600	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,600	\$19,100	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,100	\$20,800	.35	\$33,500	\$40,000	.35	\$18,500	\$20,000	.35	\$27,500	\$34,000	.35
\$20,800	\$21,300	.30	\$40,000	\$40,500	.30	\$20,000	\$20,500	.30	\$34,000	\$34,500	.30
\$21,300	\$21,800	.25	\$40,500	\$41,000	.25	\$20,500	\$21,000	.25	\$34,500	\$35,000	.25
\$21,800	\$22,300	.20	\$41,000	\$41,500	.20	\$21,000	\$21,500	.20	\$35,000	\$35,500	.20
\$22,300	\$26,000	.15	\$41,500	\$50,000	.15	\$21,500	\$25,000	.15	\$35,500	\$44,000	.15
\$26,000	\$26,500	.14	\$50,000	\$50,500	.14	\$25,000	\$25,500	.14	\$44,000	\$44,500	.14
\$26,500	\$27,000	.13	\$50,500	\$51,000	.13	\$25,500	\$26,000	.13	\$44,500	\$45,000	.13
\$27,000	\$27,500	.12	\$51,000	\$51,500	.12	\$26,000	\$26,500	.12	\$45,000	\$45,500	.12
\$27,500	\$28,000	.11	\$51,500	\$52,000	.11	\$26,500	\$27,000	.11	\$45,500	\$46,000	.11
\$28,000	\$50,000	.10	\$52,000	\$96,000	.10	\$27,000	\$48,000	.10	\$46,000	\$74,000	.10
\$50,000	\$50,500	.09	\$96,000	\$96,500	.09	\$48,000	\$48,500	.09	\$74,000	\$74,500	.09
\$50,500	\$51,000	.08	\$96,500	\$97,000	.08	\$48,500	\$49,000	.08	\$74,500	\$75,000	.08
\$51,000	\$51,500	.07	\$97,000	\$97,500	.07	\$49,000	\$49,500	.07	\$75,000	\$75,500	.07
\$51,500	\$52,000	.06	\$97,500	\$98,000	.06	\$49,500	\$50,000	.06	\$75,500	\$76,000	.06
\$52,000	\$52,500	.05	\$98,000	\$98,500	.05	\$50,000	\$50,500	.05	\$76,000	\$76,500	.05
\$52,500	\$53,000	.04	\$98,500	\$99,000	.04	\$50,500	\$51,000	.04	\$76,500	\$77,000	.04
\$53,000	\$53,500	.03	\$99,000	\$99,500	.03	\$51,000	\$51,500	.03	\$77,000	\$77,500	.03
\$53,500	\$54,000	.02	\$99,500	\$100,000	.02	\$51,500	\$52,000	.02	\$77,500	\$78,000	.02
\$54,000	\$54,500	.01	\$100,000	\$100,500	.01	\$52,000	\$52,500	.01	\$78,000	\$78,500	.01
\$54,500	and up	.00	\$100,500	and up	.00	\$52,500	and up	.00	\$78,500	and up	.00

^{*} IMPORTANT: FORM CT-1040NR/PY filers must use income from Connecticut sources if it exceeds Connecticut Adjusted Gross Income.

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